UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 110th Congress ¹

[Date approved: May 14, 2008]²

Bill No. and sponsor: H.R. 4764 (Mr. Robert C. "Bobby" Scott of Virginia).

Proponent name, location: Hamilton Beach Brands, Inc., Glenn Allen, VA.

Other bills on product (110th Congress only): None.

Nature of bill: Extension of temporary duty suspension through December 31, 2011.

Retroactive effect: None.

Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

Electrothermic automatic drip coffeemakers without electronic clock, each with self-contained coffee holding chamber and designed to be used without separate carafe (provided for in subheading 8516.71.00).

Check one:	\underline{X} Same as that in bill as introduced.
	Different from that in bill as introduced (see Technical comments section)

Product information, including uses/applications and source(s) of imports:

A carafe-less automatic drip coffee maker without an electronic clock has a beverage holding tank within the product that dispenses coffee directly into a cup or mug. The use of a self-contained coffee holding container eliminates the need for an external carafe, which is used in traditional household automatic drip coffee makers. By holding the coffee in this internal chamber, the coffee is not exposed directly to air, as it would be in a traditional automatic drip coffee maker with a carafe. Eliminating the open exposure found in a traditional auto drip coffee maker is intended to maintain coffee freshness longer. The principal import source of such automatic drip coffee makers without electronic clocks is China, which shipped approximately \$442.2 million of the \$561.8 million in total dutiable imports under HTS subheading 8516.71.00 in 2007.

¹ Industry analyst preparing report: Ruben Mata (202-205-3403); Tariff Affairs contact: Jan Summers (202-205-2605).

² Access to an electronic copy of this memorandum is available at http://www.usitc.gov/tata/hts/other/rel_doc/bill_reports/.

³ The sponsor/proponent identified one additional beneficiary of this bill. USITC staff sent an inquiry to the named beneficiary and received a response from the beneficiary. It submitted a written representation that it would not benefit from this bill.

Estimated effect on customs revenue:

HTS subheading: <u>8516.71.00</u>									
$\bigg\rangle$	2009	2010	2011	2012	2013				
Col. 1-General rate of duty	3.7%	3.7%	3.7%	3.7%	3.7%				
Estimated value <i>dutiable</i> imports	\$10,100,000	\$10,100,000	\$10,100,000	\$10,100,000	\$10,100,000				
Customs revenue loss 1/	\$0	\$373,700	\$373,700	\$373,700	\$373,700				

^{1/} There is an existing duty suspension under HTS heading 9902.23.46 that expires on December 31, 2009. Therefore, there will be no customs revenue loss related to this bill for 2009.

Source of estimated dutiable import data: Official U.S. Government statistics and Commission estimates.

Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?	
		(Yes/No)			
Hamilton Beach Brands, Inc. (Proponent) Tripp Dillard, 804-418-7759	03/07/2008	No	No	No	
Back to Basics Co. <u>1</u> / Mark Beesley, 801-523-6600	03/14/2008	No	No	No	
Conair Corp. <u>2</u> / Leandro P. Rizzuto, 203-975-4600	03/14/2008	No	No	No	
KitchenAid, Inc. <u>3</u> / Sara Bovin, 202-434-8993	03/15/2008	No	No	No	
National Presto Industries Maryjo Cohen, 715-839-2121	03/12/2008	No	No	No	
Select Brands <u>4/</u> Eric Endres, 913-663-4500	03/12/2008	No	No	No	

^{1/} Back to Basics and the West Bend Co. are operating divisions of Focus Products Group.

^{2/} Conair Corp. is the parent company of the Cuisinart and Waring portable appliance brand names.

^{3/} The KitchenAid brand name is owned by Whirlpool Corp.

^{4/} Select Brands is a private label manufacturer with several portable appliance brand names, such as Kitchen Selective, Select Pro, and Silhouette.

Technical comments:	1
None	

⁴ The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.

110TH CONGRESS 1ST SESSION

H. R. 4764

To extend the temporary suspension of duty on self contained, carafe-less automatic drip coffeemaker.

IN THE HOUSE OF REPRESENTATIVES

DECEMBER 17, 2007

Mr. Scott of Virginia introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To extend the temporary suspension of duty on self contained, carafe-less automatic drip coffeemaker.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SELF CONTAINED, CARAFE-LESS AUTOMATIC
- 4 DRIP COFFEEMAKER.
- 5 (a) In General.—Heading 9902.23.46 of the Har-
- 6 monized Tariff Schedule of the United States is amended
- 7 by striking "12/31/2009" and inserting "12/31/2011".
- 8 (b) Effective Date.—The amendment made by
- 9 subsection (a) applies with respect to goods entered, or

- 1 withdrawn from warehouse for consumption, on or after
- 2 the 15th day after the date of the enactment of this Act.

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